INDIANA UTILITY REGULATORY COMMISSION 302 W. WASHINGTON STREET, SUITE E-306 INDIANAPOLIS, INDIANA 46204-2764 http://www.state.in.us/iurc/ Office: (317) 232-2701 Facsimile: (317) 232-6758

APPLICATION OF PSI ENERGY, INC. FOR

APPROVAL OF A CHANGE IN ITS FUEL COST

ADJUSTMENT FOR ELECTRIC SERVICE AND

FOR APPROVAL OF A CHANGE IN ITS FUEL

COST ADJUSTMENT FOR HIGH PRESSURE

STEAM SERVICE, AND TO UPDATE MONTHLY

BENCHMARKS FOR CALCULATION OF

PURCHASED POWER COSTS IN ACCORDANCE

WITH I.C. 8-1-2-42 AND I.C. 8-1-2-42.3 AND

VARIOUS ORDERS OF THE INDIANA UTILITY

REGULATORY COMMISSION

FILED

NOV 1 2 2003

CAUSE NO. 1387079FAC 550N

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PURCHASED POWER COSTS IN ACCORDANCE

WITH I.C. 8-1-2-42 AND I.C. 8-1-2-42.3 AND

You are hereby notified that on this date, the Indiana Utility Regulatory Commission has caused the following entry to be made:

The Presiding Officer having reviewed the information filed in this proceeding has determined that the Petitioner should supplement its testimony as necessary to provide a written response to the following questions. The Petitioner's response should be made part of the record at the Evidentiary Hearing in this Cause:

- 1. How does PSI currently treat the revenue earned and expenses incurred from the off-system sale of electricity that is *generated* by PSI in its computation of net operating income applicable to retail customers for the purposes of the FAC earnings test?
- 2. How does PSI currently treat the revenue earned and expenses incurred from the off-system sale of electricity that is *purchased* by PSI in its computation of net operating income applicable to retail customers for the purposes of the FAC earnings test?

IT IS SO ORDERED.

Abby R. Gray, Administrative Law Judge

Novembu 12, 2003

Pamela K. White

Acting Secretary to the Commission